Chart Patterns

Reversal, Continuation, Consolidation

When you see reversal patterns forming, exit trade & wait for confirmation to trade in opposite direction.

**REVERSAL PATTERNS**

- Double tops & Double bottoms

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W  M
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- Stock hits price point & retraces
- When it tries to push through, it fails to make a higher high (or lower low)

**Triple tops & triple bottoms**

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\[\text{Like double top but with 3 attempts}
\text{Even stronger signal than double top}
\]
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- Double & triple tops strongest reversal patterns - extra strong

- If demonstrates a lower peak on 2o or 3o failed attempt, it is almost a guarantee a reversal will happen

lower peak